GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com Dept., – M/s Kadapa Steel Corporation Limited (KSCL) - Winding up - Orders - Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.Ms.No.6 Dt: 02-02-2024

Read the following:

1. Certification of incorporation issued by the Registrar of Companies, Central Registration Centre, MCA., Affairs, GoI, dt.22.07.2021.
2. Certification of incorporation pursuant to change of name issued by the Registrar of Companies, Central Registration Centre, MCA., GOI, Vijayawada, dt.27.09.2021.
3. From the Managing Director, YSR Steel Corporation Limited, Lr.No.INC65-STMT/1/2023-TECH, dt.02.01.2024.
4. e-file No.INC01-IND/7/2024-P-I (Computer No.2317715).

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ORDER:

In the reference 1st read above, M/s. YSR Kadapa Steel Corporation Limited incorporated has been formed under section-8 of the Companies Act, 2013 (18 of 2013) as a limited Company. Later, vide Reference 2nd read above, the name of the company has been changed from M/s YSR Kadapa Steel Corporation Limited to Kadapa Steel Corporation Limited in pursuance of rule-29 of the Companies (Incorporation) Rules' 2014.

2. In the reference 3rd read above, the Managing Director, M/s. YSR Steel Corporation Limited (YSRSCL) has stated that the YSR Steel Corporation Limited (YSRSCL) initially went through RFP process to on board a reputed steel Industry Player as JV partner for establishing the proposed steel plant at Kadapa and M/s ESSAR Steel, became the most responsive bidder (L1) as per recommendations by Transaction Advisor i.e., M/s SBI CAPS. Further a separate subsidiary was incorporated for speed up the implementation of the project. The RFP process could not be concluded and was closed, as efforts on financial closure for the project, with ESSAR as a partner have not succeeded.

3. The Managing Director, YSRSCL has stated that the total project concept underwent a change compared to ESSAR model that was under contemplation while RFP process was going on, and model of the project to be implemented by JSW has been split into two verticals as follows:

1. Steel plant vertical-to be fully invested by JSW in two phases at an estimated cost of Rs.8800 Cr for phase-1.

2. Infrastructure facilities like Road connectivity to NH67, Operational Water Connectivity from Mylavaram Reservoir, Transmission line for drawing operational power from Talamanchilipatanam Sub Station and Railway connectivity up to the steel plant form a take- off point between Muddanuru and Yerraguntla to the provided by YSRSCL (GoAP).

(PTO)

4. The Managing Director, YSRSCL has stated that the entire capital expenditure in respect of infrastructure facilities have to be funded by GoAP. Thus, continuation of Kadapa Steel Corporation Limited is no longer relevant and considering the same, the Board of YSRSCL in its 20th meeting held on 05-09- 2023, recommended for winding up of the company and requested to wind up of M/s Kadapa Steel Corporation Limited (KSCL).

5. Government, after careful examination of the circumstances reported by the Managing Director, YSR Steel Corporation Limited (YSRSCL), hereby decided to wind up M/s. Kadapa Steel Corporation Limited (KSCL).

6. The Managing Director, M/s. YSR Steel Corporation Limited (YSRSCL) shall take necessary action in the matter.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

N YUVARAJ
SECRETARY TO GOVERNMENT

To
The MD, M/s. YSR Steel Corporation Limited(YSRSCL).
The Commissioner of Industries, Mangalagiri.
The Govt., Printing Press Complex, Mutyalampadu, Vijayawada.
The Registrar of Companies, Central Registration Centre, Min. of Corporate Affairs, GOI, Vijayawada.
Copy to:
The PS to Spl.C.S. to Chief Minister.
The PS to Minister (I&C).
The PS to Secretary to Govt., (I&C)
SF/SC.

//FORWARDED : BY ORDER//

S.Swarnalatha
SECTION OFFICER